GRAYMONT WESTERN US INC.

3950 South 700 East Suite 301 Salt Lake City, UT 84107

Phone: 801-262-3942 Fax: 801-264-6874

June 11, 2007

State of Utah
Department of Natural Resources
Utah Division of Oil, Gas, and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114

Attn: Susan White, Mining Program Coordinator

ma 70006 Ce: Tom Task ID# 1845
GRAYMONT

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Div. of Oil, Gas & Mining

Attached to this letter are an updated application and figures for a reclamation release request for the Graymont Cricket Mountain quarry (M/027/006). This update is in response to Tom Munson's visit to the Cricket Mountain facility on May 25, 2007. The update includes four additional acres of reclaimed disturbance, increasing the total requested vegetation release to 51.7 acres.

The new areas bring the overall average vegetative cover for release areas to 19.7%. This exceeds the required cover percentage of 17%, which is 70 % of measured background vegetation. An updated summary of the release is detailed below.

The total existing reclamation contract at the Cricket Mountain quarry is for 625.7 acres of disturbance with a surety of \$2,098,500. We are applying for release of 103.5 acres. Full release is requested for 51.7 acres, and partial release is requested for 51.8 acres. We are requesting a surety release of \$286,300. The amount of \$173,400 is requested for the full release areas, and the amount of \$112,900 is requested for the partial release areas. The release amounts were determined by calculating the amount of surety per acre (\$3,353.84) and then multiplying by the acres nominated for release. The partial release amount was calculated at 65% of the total as a proportional cost of grading. The amount is rounded to the nearest \$100.

The area proposed for release includes the Poison Mountain West Dump, which is a variance from the approved mine plan. Due to less overburden than originally anticipated, the dump is not graded identically to the conceptual plan. This smaller area for the dump has been reclaimed with great success. The south side of the pile has been left at angle of repose because it blends in with contiguous natural talus slopes in the area. Note that these types of slopes have been approved in subsequent permitting at the Cricket Mountain facility. To configure the dump as in the original permit would have required further excavation and clearing of additional undisturbed land.

Please see the attached application and figures for further details. Figures 1 through 3 show the areas nominated for release. The report from WP Natural Resource Consulting, Inc was included in the original submission in October 2006, and provides the pertinent information on vegetation status for the nominated areas.

If the release areas are accepted, 574 acres of disturbance will remain on the reclamation contract, and 51.8 of those acres will require only vegetation release.

Please feel free to contact me with any questions.

Thank you for your attention to this matter,

Andrew Right
Robert Robison Manager, Geologic Services Graymont Western US Inc. Office - (801) 264-6878 Cell - (801) 231-4115

Bond Release Application

Application for Site and/or Bond Release

Operator/Permittee: Graymont Western L	JS Inc.
Mine/Project Name: Cricket Mountain	
File Number: M/027/006	
Check One:	
☐ Large Mine ☐ Small M	/line ☐ Exploration
Check one: Partial Release of a portion of the mine some specify Area: Acres are for grade of the mine some specific process.	site: Acres to be released: _51.8 Acres Remaining:elease at Poison Mountain and Flat Iron Quarries
Full Release of a <u>portion</u> of the mine site: Specify Area: <u>Acres are for vegeta</u>	Acres to be released:tion and grade release at the Poison Mountain Quarry
☐ Partial Release of entire mine site: (Backfilling and grading are completed)	Total Acres to be released:
☐ Full Release of entire mine site: (Vegetation established and survived three growing)	
Amount of Existing Surety: \$2,098,500	
Amount of Surety requested for release:	
Reason for Bond Release Request: Reclan	nation and Mining Completed.
Complete this section if the money released from this applic	ation is to be used as surety for future disturbance.
Release bond on: Acres (specify	area)
Apply Bond to: Acres (specify a	rea)
Check Applicable Boxes	DESCRIPTION of RECLAMATION ACTIVITIES COMPLETED (Describe any variance(s) that have been granted, date activity completed)
Wells Plugged / shafts sealed	N/A
Disposal of debris & other materials incident to mining	All mining debris removed.
Drainages, reestablished & stable	Recontoured surface to approved mine plan specifications.

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Stru	ctures demolished / removed	N/A
	rading Completed – Slopes, pits, walls in stable condition	Regraded to approved mine plan, see attached letter for further information on West Dump area.
	ets Postmining Land Use icate Landuse)	Grazing
Roa	ids Reclaimed	Blocked and reclaimed according to approved mine plan.
	ns, Impoundments, Ditches, Pits aimed	N/A
Top add	soil respread – amendments ed	Reseeding complete.
Ero	sion Controlled	Graded as per approved mine plan.
cov for	petation meets 70% of premining er and has survived three years full bond release – or has vived one year growing season to intain small mine status.	See attached report.

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments and obligations, herein.

Print Name

| Sign Name, Position | 11 June 0 7.

Return to:

State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Phone: (801) 538-5291 Fax: (801) 359-3940

FOR DOGM USE ONLY:
File # M/ /
Approved:
Bond Adjustment from (\$)
to \$

O:\PORMS\Bonding Forms\Bond-Release\site-bond-release-applic.doc





